

BOB F. ANDERSON, PE, INC.
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May 16, 2005

Honorable James H. Welsh,
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Proposed Amended Location, Egan 23 No. 3 Well
Hosston Zone, Reservoir A, Cotton Valley Formation, Reservoir A and
Lower Cotton Valley Zone, Reservoir A,
HOSS RA SU89, CV RA SU94 and LCV RA SU77
Elm Grove Field, Caddo Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **CAMTERRA RESOURCES, INC.**, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to, and the Hosston Zone, Reservoir A, Cotton Valley Formation, Reservoir A, and the Lower Cotton Valley Zone, Reservoir A, Elm Grove Field, Caddo Parish, Louisiana:

1. To amend the location of a previously approved alternate unit well, the Camterra Resources, Inc. – Egan 23 No. 3 No. 3 Well, for the production of gas and condensate for the Hosston Zone, Reservoir A, the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, reservoir A, in the units designated HOSS RA SU89, CV RA SU94 and the LCV RA SU77, Elm Grove Field, Caddo Parish, Louisiana, such unit and well shown on the attached plats and being made a part hereof.
2. To find that an additonal alternate unit well, at the location shown on the attached plat is necessary to assist in draining a portion of the Hosston Zone, Reservoir A, Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, in the units designated HOSS RA SU89, CV RA SU92 and the LCV RA SU77, Elm Grove Field, Caddo Parish, Louisiana
3. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit wells or from a combination of all wells at its discretion.
4. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

Hon. James H. Welsh
Elm Grove Field
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The Hosston Zone, Reservoir A, was defined in the 361-A Series of Office of Conservation Orders, the Cotton Valley Formation, Reservoir A, was defined in the 361-B Series of Office of Conservation Orders and the Lower Cotton Valley Zone, Reservoir A, was defined in the 361-E Series of Office of Conservation Orders in the Elm Grove Field, Bossier, Caddo and Webster Parishes, Louisiana.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained **at the expense of the requesting party.**

The subject matter of this hearing does not require a pre-application notice.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this intended application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation and to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

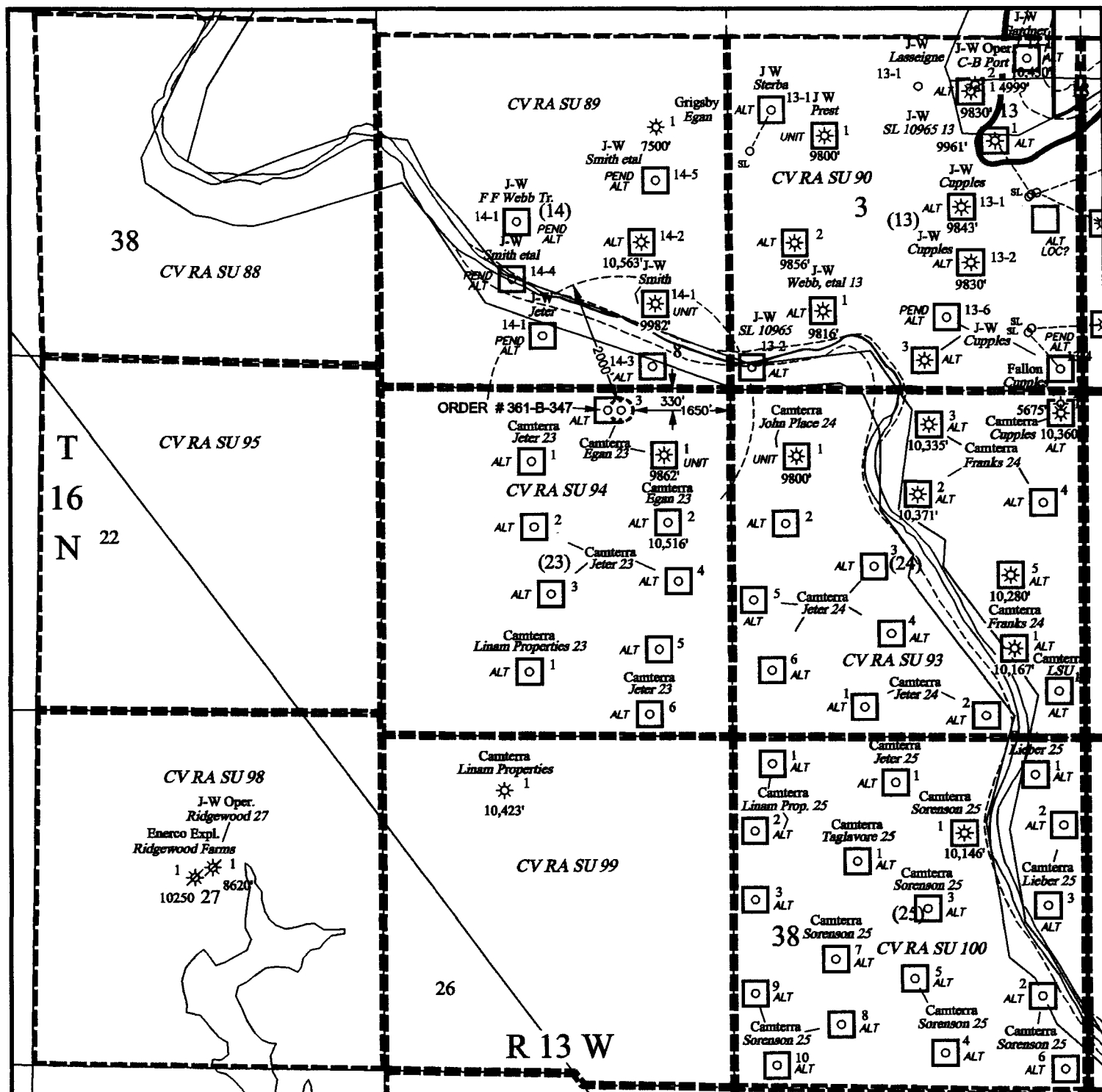
Our check, made payable to the Office of Conservation, is attached to cover the hearing fee.

Yours truly,



B. F. Anderson, PE for
CAMTERRA RESOURCES, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation (w/encl.)
Interested Owners, Represented Parties and Interested Parties (wo/encl.)
Camterra Resources, Inc. (w/encl.)



CAMTERRA RESOURCES, INC. MARSHALL, TEXAS

ELM GROVE FIELD CADDO PARISH, LOUISIANA

**PROPOSED AMENDED LOCATION OF AN
APPROVED ALTERNATE UNIT WELL AT EXCEPTIONAL LOCATION FOR
COTTON VALLEY RESERVOIR A SAND UNIT 94**

